

## FUND OBJECTIVE

To maximize capital growth over the medium to long-term through the stock market.

## FUND DETAILS

Launch Date	20 October 2008	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	21.26 million units (30 September 2018)	Fund Size	RM56.92 million (30 September 2018)
Unit NAV	RM2.6767 (30 September 2018)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Benchmark	FBM100
Taxation	8% of annual investment income	Fees	Management Fee: 1.5% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>▪ With a medium to long-term investment horizon</li> <li>▪ Seek maximum capital appreciation</li> <li>▪ Do not require regular income</li> <li>▪ Comfortable with higher volatility</li> <li>▪ Willing to take higher risk for potential higher gains</li> </ul>		

## ASSET ALLOCATION OF THE FUND

Equities	Cash
Minimum 80% - 98%	Up to 20%

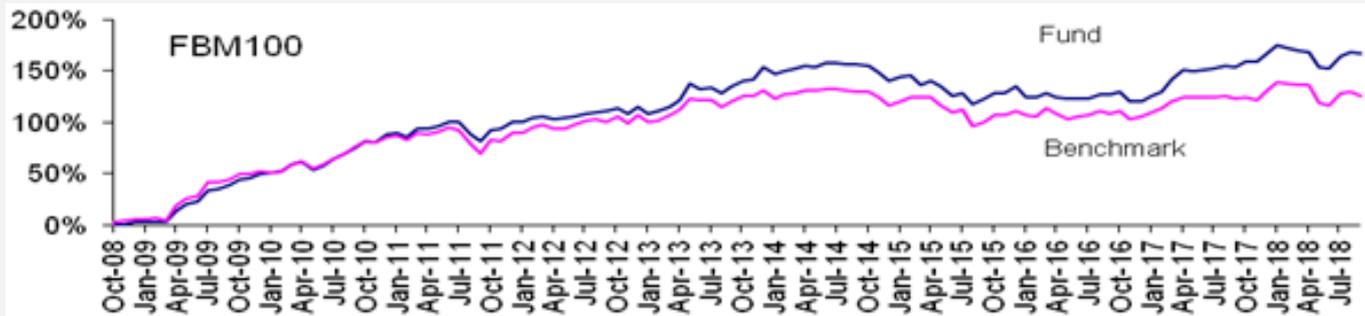
## SECTOR ALLOCATION OF THE FUND

Trading Services	36.35%
Finance	23.56%
Industrials Products	12.79%
Technology	7.42%
Plantation	2.59%
Construction	1.08%
Consumer Products	0.92%
IPC	0.51%
Cash	14.79%
Total	100.00%

## TOP HOLDINGS OF THE FUND (EQUITIES)

Public Bank Bhd – Local	7.66%
Malayan Banking Bhd	7.28%
Tenaga Nasional Bhd	7.22%
Axiata Group Bhd	4.76%
Petronas Chemicals Group Bhd	3.97%
Genting Malaysia Bhd	3.81%
CIMB Group Hldgs Bhd	3.53%
Genting Bhd	3.52%
Malaysia Airports Hldg Bhd	3.38%
RHB Bank Bhd	2.86%

## PERFORMANCE RECORD



%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	-0.05	-0.29	6.11	-0.65	5.62	19.66	167.67
<b>Benchmark</b>	-2.20	-1.51	4.92	-3.99	1.21	12.96	126.61

\* Calculation of past performance is based on NAV-to-NAV

**Notice: Past performance of the fund is not an indication of its future performance which may differ. The fund performance is not guaranteed.**

## FUND MANAGER'S COMMENTS

### Market review:

The FTSE Bursa Malaysia Kuala Lumpur Composite Index ("FBMKLCI") ended September 2018 lower by 1.45% or 26.5 points to close at 1,793 points. On a year-to-date basis, the FBMKLCI is marginally lower by 0.20%. September saw net buying from foreign investors primarily due to the FTSE rebalancing exercise with cumulative foreign inflow of RM66 million, the first month of inflow since April 2018. Despite net foreign inflow for the month, total outflow for September 2018 amounted to RM8.5 billion vs. net inflow of RM10.8 billion in 2017. During the month, the MYR weakened by 0.7% to close at RM4.14/USD, the 10-Year MGS was higher by 3bps to 4.06% and Brent crude oil skyrocketed to USD82.72 per barrel, higher by 6.8% month-on-month ("m-o-m").

September saw the FBMKLCI succumbed to selling pressure as investors locked in gains made in the previous month on worries that the USD200 million trade tariff imposed on China may impact global growth and Emerging Markets currencies. The downtrend was exacerbated by the financial crisis in Argentina which led investors to flee the Peso, causing worry of a contagion effect in emerging markets. Sentiment in the local bourse was further affected by the announcement of the cancellation of 3 China-backed projects (the ECRL and the 2 gas pipeline projects estimated at USD23 billion) and the deferment of HSR to September 2020, which sent the Construction Index tumbling down by 5.38% m-o-m. On the GLC-related news, a new MCMC head was announced together with new heads at FGV, PUNB, LTAT and MARA.

## FUND MANAGER'S COMMENTS (CONTINUED)

### Portfolio Strategy:

We are cautious on the equity market, globally and domestically, going into 4Q2018. US-China trade conflicts have intensified and will persist for longer than earlier expected. Domestically, investors will be waiting for the upcoming budget in November to get a glimpse of the future fiscal and monetary policies for the country. We are expecting a prudent budget by the Government with private sector taking the lead role in generating economic growth. On the back of all these uncertainties, we reiterated our capital preservation investment strategy with preference on big cap GLCs and companies with strong fundamentals and solid cash flow and dividends in sectors such as Banks, Utilities & Renewable Energy and Industrials. We are also positive on exporters as US-China trade conflicts may benefit technology-related and Electronics Manufacturing Services (“EMS”) players in Malaysia.

**Source :** CIMB-Principal Asset Management Bhd

**Date :** 30 September 2018

### **Disclaimer:**

The benchmark performance is not a guide to future performances which may differ. The performance of the fund is not guaranteed. The value of the fund will fluctuate and may fall below the amount of premiums paid and the fund value depends on the actual performance of the underlying investment. This material is for information purposes only and is subject to change at any time without notice. Sun Life Malaysia does not guarantee its accuracy, completeness, correctness or timeliness for any purpose or reason. This information should not be considered as advice or recommendation in relation to your account or particular investment objectives, financial situation or needs. You may not revise, transform, or build upon this material without prior written consent of Sun Life Malaysia. Before acting on any information you should seek independent financial advice.